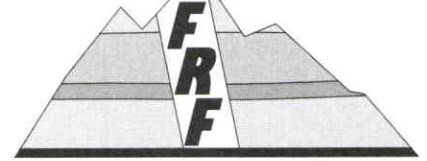


# FOSSIL ROCK FUELS, LLC

7/15/2011 Incoming  
cc: Steve D.

R



1407 W. North Temple, Suite 310  
Salt Lake City, UT 84116  
Office: 801-220-4140, Fax: 801-220-4725

July 15, 2011

John R. Baza  
Director  
**Division of Oil, Gas & Mining**  
**Utah Department of Natural Resources**  
1594 West North Temple - Suite 1210  
P.O. Box 145801  
Salt Lake City, Utah 84114-145801

**RECEIVED**  
**JUL 19 2011**  
**DIV. OF OIL, GAS & MINING**

**RE: Cottonwood Tract – Utah State Coal Leases ML51191-OBA and ML51192-OBA**

Dear Mr. Baza:

For your information, the referenced state coal leases were transferred and assigned from Ark Land Company to Fossil Rock Fuels, LLC. The assignments were approved by the Director of the Utah School and Institutional Trust Lands Administration effective June 27, 2011.

It is our understanding that Ark Land or another affiliate of Arch Coal was working with your agency on a coal exploration plan for these leases beginning as early as this year. With the transfer and assignment to Fossil Rock Fuels, LLC, we will be submitting our own exploration plans for your consideration and approval in the coming months. It is our intent to commence drilling next field season in 2012 and continue in years beyond. In addition, we will also submit the appropriate road use and special use permit applications to accompany our exploration plans.

We are very appreciative of the work already extended by your staff on the Cottonwood Tract and we're hopefully that their prior review and assessments can be readily applied to our forth coming exploration plans.

Meanwhile, should you have any questions or concerns, please feel free to contact Scott Child of my staff at 801-220-4612 or myself at 801-220-4609.

Respectfully,

Cindy A. Crane  
President

SMC\FossilRock\DOGM2011-01(CottonwoodTractNotification).doc

cc: S. Child  
T. Faddies - SITLA